

**TRANSMITTAL AND NOTICE OF APPROVAL OF
STATE PLAN MATERIAL**

1. TRANSMITTAL NUMBER:
02-008

2. STATE
IDAHO

FOR: HEALTH CARE FINANCING ADMINISTRATION

3. PROGRAM IDENTIFICATION: TITLE XIX OF THE
SOCIAL SECURITY ACT (MEDICAID)

TO: REGIONAL ADMINISTRATOR
HEALTH CARE FINANCING ADMINISTRATION
DEPARTMENT OF HEALTH AND HUMAN SERVICES

SEP 16 2002

4. PROPOSED EFFECTIVE DATE
July 1, 2002

5. TYPE OF PLAN MATERIAL (Check One):

☐ NEW STATE PLAN

☐ AMENDMENT TO BE CONSIDERED AS NEW PLAN

☒ AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)

6. FEDERAL STATUTE/REGULATION CITATION:
Balanced Budget Act of 1997; Section 4714

7. FEDERAL BUDGET IMPACT: **\$ (480,033)**
a. FFY 2001 2002 ~~\$ no change from SPA 02-004~~
b. FFY 2002 2003 ~~\$ no change from SPA 02-004~~ **(1,632,100)**

8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:
Attachment 4.19-B, page 1

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION
OR ATTACHMENT (If Applicable):
Attachment 4.19-B, page 1 **(P+I)**

10. SUBJECT OF AMENDMENT: Minimum payment to non-institutional providers of services for individuals eligible for Medicare and Medicaid will be as follows: Medicaid will disregard the deductible and co-insurance amounts, and pay no more than the difference between Medicaid's allowed amount minus the Medicare Part B payment.

11. GOVERNOR'S REVIEW (Check One):

- ☒ GOVERNOR'S OFFICE REPORTED NO COMMENT
☐ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED
☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL

☐ OTHER, AS SPECIFIED:

12. SIGNATURE OF STATE AGENCY OFFICIAL:

13. TYPED NAME:
KARL B. KURTZ

14. TITLE:
Director

15. DATE SUBMITTED:

16. RETURN TO:

Joseph R. Brunson, Administrator
Idaho Department of Health and Welfare
Division of Medicaid
PO Box 83720
Boise ID 83720-0036

FOR REGIONAL OFFICE USE ONLY

17. DATE RECEIVED:

SEP 16 2002

18. DATE APPROVED: **NOV 19 2002**

PLAN APPROVED - ONE COPY ATTACHED

19. EFFECTIVE DATE OF APPROVED MATERIAL: **JUL - 1 2002**

20. SIGNATURE OF REGIONAL OFFICIAL:

21. TYPED NAME:

Bunnel A Buttofield

22. TITLE:

Acting associate regional Administrator

23. REMARKS:

P+I changes authorized by the state 11/8/02.

POSTMARKED: 9/13 . BOISE
(DATE) (CITY)

ATTACHMENT 4.19-B

Page 1.

Minimum payment to non-institutional providers of services for individuals eligible for Medicare and Medicaid will be as follows: Medicaid will disregard the deductible and co-insurance amounts, and pay no more than the difference between Medicaid's allowed amount minus the Medicare Part B payment.

Establishment of payment rates for the following types of care are provided under the program:

1. Inpatient Hospital Services-Refer to Attachment 4.19-A.
2. a. Outpatient Hospital Services. Outpatient hospital services must be provided on-site. Covered outpatient services and items by the Department will be paid in behalf of Medical Assistance clients at the lesser of customary charges or the reasonable cost of inpatient services and in accordance with the upper payment limits specified in Chapter 42 of the Code of Federal Regulations Section 447.321. The upper limits observed by the Department in reimbursing each individual hospital must not exceed the payment that would be determined as a reasonable cost under the policies, definitions and procedures observed under Medicare (Title XVIII) principles of cost reimbursement.
 - i. Payment to hospitals for clinical diagnostic laboratory tests rendered to outpatients and nonpatients will be paid at a rate not to exceed Medicare's fee schedule for each of those types of services. Exceptions included in Section 2303 (d) of the Deficit Reduction Act will be paid at a rate not to exceed the Department's Medical Assistance Unit, or its successor's, fee schedule.
 - ii. Hospital Outpatient Surgery. Those items furnished by a hospital to an outpatient in connection with Ambulatory Surgical Center must be surgical procedures covered by Idaho Medicaid. The aggregate amount of payments for related facility services, furnished in a hospital on an outpatient basis, is equal to the lesser of: